

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: **HB 384** HLS 24RS 56

Bill Text Version: **REENGROSSED**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

Date: April 18, 2024 2:42 PM	Author: KNOX
Dept./Agy.: Public Safety, Office of Motor Vehicles	Analyst: John McKay
Subject: Reinstatement Fees	

MTR VEHICLE/VIOLATIONS RE SEE FISC NOTE SG RV Page 1 of 1
 Extends the grace period applicable to penalties for lapse of compulsory motor vehicle liability security

Proposed legislation extends the period prohibiting the imposition of reinstatement fees for the lapse of insurance coverage from 5 days or less to 10 days or less.

EXPENDITURES	2024-25	2025-26	2026-27	2027-28	2028-29	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
Ded./Other	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	\$0	\$0	\$0	\$0	\$0	\$0
Annual Total						

REVENUES	2024-25	2025-26	2026-27	2027-28	2028-29	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
Ded./Other	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	\$0	\$0	\$0	\$0	\$0	\$0
Annual Total						

EXPENDITURE EXPLANATION

While proposed law does not otherwise directly impact state expenditures, it does reduce SGR and Statutory Dedications out of the Real Time Insurance Verification System Fund used to support certain functions within the Department of Public Safety, specifically a portion of State Police trooper salaries and the general operating costs of the Office of Motor Vehicles. To the extent that the legislature continues to fund activities in the Department of Public Safety supported by these revenues at the same or a diminished level in subsequent fiscal years, the funding sources supporting the base expenditures must be replaced by SGF or another revenue source to supplant the loss of SGR and statutory dedications. These activities would compete for annual SGF resources along with other significant SGF supported services and activities of the state.

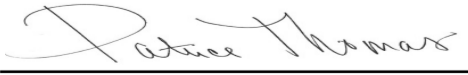
REVENUE EXPLANATION

Proposed law may decrease self-generated revenue in the Department of Public Safety (DPS), Office of Motor Vehicles (OMV) as well as decrease revenues in the statutorily dedicated Real Time Insurance Verification System Fund as a result of extending the period prohibiting fees for a lapse of insurance coverage from 5 days or less to 10 days or less. To the extent that it is the insured's first violation and the lapse of insurance coverage was 10 days or less, impact on SGR may be marginal.

The LFO is awaiting a response from DPS before determining the magnitude of the decrease. Monies from the Real Time Insurance Verification Fund are used within the Office of State Police for trooper salaries. SGR collected by OMV in excess of appropriations is deposited into the SGF.

Senate Dual Referral Rules
 13.5.1 >= \$100,000 Annual Fiscal Cost {S & H}
 13.5.2 >= \$500,000 Annual Tax or Fee Change {S & H}

House
 6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S}
 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}


Patrice Thomas
Deputy Fiscal Officer